



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

M/021/008
0004

Norman H. Bangerter
Governor

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Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

September 26, 1988

Mr. Roy Benson
Geneva Steel Corporation
c/o Keigley Quarry
RFD #1, Box 21-B
Santaquin, Utah 84655

Dear Mr. Benson:

Re: Bonding Forms, Keigley Quarry - M/049/001 and Iron Mountain Mine - M/021/008, Utah and Iron Counties, Utah

The Board of Oil, Gas and Mining granted tentative approval, during the executive session of the August 25, 1988 hearing, for the Iron Mountain (M/021/008) permit transfer between Geneva Steel and U.S.X. Corporation. During the executive session of the September 22, 1988 hearing, the Board granted tentative approval for the proposed amount and form of the Keigley Quarry (M/049/001) reclamation surety.

The Division had requested that Geneva Steel delay posting of the actual reclamation sureties for both operations until the Board gave its final approval of the newly revised reclamation surety forms. Because of unforeseen delays in finalizing these forms, the Board has advised the Division to forward the older approved surety forms to Geneva Steel to complete the permitting actions for these two mining operations.

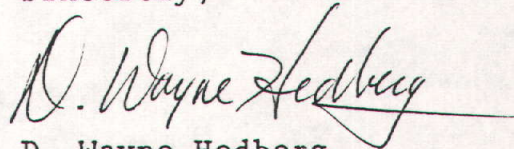
Please complete the appropriate sections of the enclosed "Collateral Bonding and Indemnity Agreement" forms. Attach the pertinent reclamation surety (certificate of deposit), for each mine to the forms and return the documents to the Division. The Division will review of the completed forms, forward them to management for proper signatures, and then return a copy of the forms and a letter of final approval to Geneva Steel.

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Mr. Roy Benson
Geneva Steel Corporation
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Thank you for your cooperation and patience in completing these permitting actions. We hope the delay has not caused Geneva Steel or U.S.X. any serious inconvenience. Please call me should you have any remaining questions or concerns regarding these permits.

Sincerely,

A handwritten signature in dark ink, appearing to read "D. Wayne Hedberg". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

D. Wayne Hedberg
Reclamation Hydrologist

jb
Enclosures
cc: Thon Gin, U.S.X.
Clay Parr (K, P, C & W)
Ken May
Lowell Braxton
Scott Johnson
3/28-29